

COVER SHEET

for AUDITED FINANCIAL STATEMENTS

SEC Registration Number

0 0 0 0 0 0 3 5 5 2 3

COMPANY NAME

T H E A N D R E S S O R I A N O F O U N D A T I O N ,
I N C . (A N o n s t o c k ,
N o t - F o r - P r o f i t O r g a n i z a t i o n)

PRINCIPAL OFFICE (No. / Street / Barangay / City / Town / Province)

A . S o r i a n o A v i a t i o n H a n g a r ,
A n d r e w s A v e n u e , P a s a y C i t y

Form Type

A A F S

Department requiring the report

C R M D

Secondary License Type, If Applicable

N / A

COMPANY INFORMATION

Company's Email Address

admin@asorianofoundation.org

Company's Telephone Number

(02)8851-5507

Mobile Number

N/A

No. of Stockholders

N/A

Annual Meeting (Month / Day)

05 September 2023

Fiscal Year (Month / Day)

06/30

CONTACT PERSON INFORMATION

The designated contact person **MUST** be an Officer of the Corporation

Name of Contact Person

Lemia L. Simbulan

Email Address

llesimbulan_oed@asorianofoundation.org

Telephone Number/s

(02) 8851-5507

Mobile Number

N/A

CONTACT PERSON'S ADDRESS

624-E Gamban St., Pasay City

NOTE 1: In case of death, resignation or cessation of office of the officer designated as contact person, such incident shall be reported to the Commission within thirty (30) calendar days from the occurrence thereof with information and complete contact details of the new contact person designated.

NOTE 2: All Boxes must be properly and completely filled-up. Failure to do so shall cause the delay in updating the corporation's records with the Commission and/omn-receipt of Notice of Deficiencies. Further, non-receipt of Notice of Deficiencies shall not excuse the corporation from liability for its deficiencies.

SECRETARY'S CERTIFICATE

I, **JOSHUA L. CASTRO**, the duly elected Corporate Secretary of **THE ANDRES SORIANO FOUNDATION, INC.**, a non-stock, non-profit organization duly organized and existing under the virtue of the laws of the Republic of the Philippines, with address at A. Soriano Aviation Hangar, Andrews Avenue, Pasay City, do hereby certify and depose that:

- 1. At the Annual Meeting of the Board of Trustees held on September 05, 2023, at which meeting a quorum was present and acted throughout, the following resolutions were approved:

“RESOLVED, That the Audited Financial Statements of the Foundation for the year ended June 30, 2022 and 2023, are hereby approved.

RESOLVED FURTHER, That the same shall be adopted and submitted to the Bureau of Internal Revenue, Securities and Exchange Commission and other government and non-government agencies where is deemed necessary.”

- 2. The foregoing resolution is in accordance with the records of the Foundation in my possession and the same have not been amended, superseded or repealed.

IN WITNESS WHEREOF I have hereunto set my hand this SEP 21 2023 day of September 2023, in QUEZON CITY


JOSHUA L. CASTRO
Corporate Secretary

Republic of the Philippines)
Makati City QUEZON CITY) S.S.

SUBSCRIBED AND SWORN to before me this SEP 21 2023 day of September 2021 at Makati City, Philippines, affiant exhibiting to me his Passport No. P8161788A issued on July 31, 2018 valid until July 30, 2028 at the DFA, City of Manila, which bears his photograph and signature.


ATTY. ROGELIO J. BOLIVAR
NOTARY PUBLIC IN QUEZON CITY

Commission No. Adm. Matter No. NP-158 (2023-2024)
IBP O.R. No. 180815 2023 & IBP O.R. No. 180816 2024
PTR O.R. No. 3916669 D 01/03/2023 / Roll No. 33832 / TIN# 129-871-009-000
MCLE EXTENSION APRIL 15, 2022 UP TO APRIL 14, 2023 AS PER S.C. EN BANC B.J. NO. 866
Address: 31-F Harvard St, Cubao, Q.C.

Doc. No.: 709
Page No.: 62
Book No.: 1217
Series of 2023

TREASURER'S CERTIFICATION

I, **NARCISA M. VILLAFLOR**, of legal age, Filipino and with office address at 7th Floor, Pacific Star Building, Sen. Gil J. Puyat Avenue cor. Makati Avenue, Makati City, after being sworn in accordance with law, do hereby certify that:

1. I am the Treasurer of **THE ANDRES SORIANO FOUNDATION, INC.** (the "Foundation"), a foundation duly organized and existing under and by virtue of the laws of the Republic of the Philippines under SEC Certificate of Registration No. 35523, with office address at A. Soriano Aviation Hangar, Andrews Avenue, Pasay City.
2. The Financial Statements ("F/S") submitted contains the exact data stated in the hard copies of the F/S of the Foundation.
3. I am executing this certification to attest to the truth of the foregoing and in compliance with the reportorial requirements of the Securities and Exchange Commission.

SEP 21 2023

IN WITNESS WHEREOF, I have hereunto set my hand this _____ day September 2023 at

QUEZON CITY



NARCISA M. VILLAFLOR

QUEZON CITY

SEP 21 2023

SUBSCRIBED AND SWORN to before me this _____ day of September 2023, affiant exhibited to me her Passport No. P8592511A issued on September 4, 2018 valid up to September 3, 2028 at DFA/Manila, Philippines, which bears her photograph and signature.



ATTY. ROGELIO J. BOLIVAR

NOTARY PUBLIC IN QUEZON CITY

Commission No. Adm. Matter No. NP-158 (2023-2024)

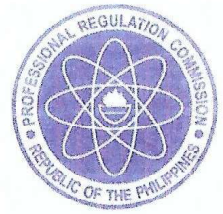
IBP O.R. No. 180815 2023 & IBP O.R. No. 180816 2024

PTR O.R. No. 3916669 D 01/03/2023 / Roll No. 33832 / TIN# 129-871-009-000

MCLE EXTENSION APRIL 15, 2022 UP TO APRIL 14, 2023 AS PER S.C. EN BANC B.M. NO. 856

Address: 31-F Harvard St. Cubao, Q.C.

Doc. No.: 303
 Page No.: 01
 Book No.: XIV - A
 Series of 2023



Republika ng Pilipinas
 REPUBLIC OF THE PHILIPPINES
 Komisyon sa Regulasyong Pampropesyon
 PROFESSIONAL REGULATION COMMISSION
 Manila

Lupon ng Accountancy
 Board of Accountancy
 Katibayan ng Akreditasyon
 CERTIFICATE OF ACCREDITATION
 Katibayan ng Akreditasyon Blg. 0001
 Certificate of Accreditation No.

Dinatutunayan nito na ang
This is to certify that the

SYCIP, GORRES, VELAYO & CO.

(Pangalan ng Firm/Samahan)
(Name of Firm/Partnership)

6760 Ayala Avenue, Makati City

(Tirahan ng Punong Tanggapan)
(Address of Head Office)

ay kasiyasipang nakatupad sa lahat ng pangangailangang itinakda ng Seksyon 31 ng Batas Republika Blg. 9298 has satisfactorily complied with all the requirements prescribed by Section 31 of Republic Act No. 9298 at, ng mga Tuntunin at Alituntunin ng Lupon sa Kapaangyarihan nito, ng Katibayan ng Akreditasyon ay and the Rules and Regulations of the Board and by virtue hereof, this Certificate of Accreditation is ipinagkaloob sa pamamagitan nito at maproong bisa tatlong taon hanggang sa araw na isinasaad dito, hereby issued and is valid for three years from date as herein stated, maliban na lang kung may nauunang pagpapawalang-bisa o pagpapatigil ng Lupon, unless sooner revoked or suspended by the Board.

Bilang katunayan ay taglay nito ang tatak at mga lagda ng Tagapangulo ng Lupon at Punong
 Witnesseth the seal and signatures of the Chairman of the Board and Commission Chairperson
 Komisyonado ngayong 3 araw ng Agosto, sa taong 2021 sa
 this 3rd day of August in the year 2021 at the
 Lungsod ng Maynila.

City of Manila.

NOE G. QUINANOLA
 Tagapangulo
 Chairman

Pinagtibay:
 Approved

TEOFILO S. PILANDO, JR.

SN:AA 023946



STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **THE ANDRES SORIANO FOUNDATION, INC.** is responsible for the preparation and fair presentation of the financial statements including the schedules attached therein, for the years ended June 30, 2023 and 2022, in accordance with the prescribed financial reporting framework indicated therein, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.


In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable matters related to going concern and using going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees is responsible for overseeing the Company's financial reporting process.

The Board of Trustees reviews and approves the financial statements including the schedules attached therein, and submits the same to the members of the company.

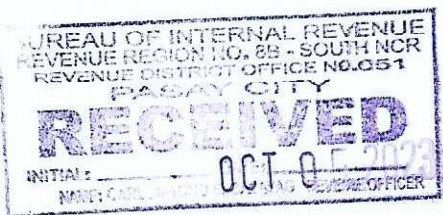
SyCip, Gorres, Velayo & Co., the independent auditor appointed by the members, has audited the financial statements of the company in accordance with the Philippine Standards on Auditing, and in its reports to the stockholders or members, has expressed its opinion on the fairness of presentation upon completion of such audit.


ANDRES SORIANO III
Chairman/CEO


EDUARDO J. SORIANO
President


NARCISA M. VILLAFLOR
Treasurer/CFO


LEMIA L. SIMBULAN
Executive Director



Signed this 5th day of September, 2023.


**STATEMENT OF MANAGEMENT'S RESPONSIBILITY
FOR ANNUAL INCOME TAX RETURN**

The Management of *THE ANDRES SORIANO FOUNDATION, INC.* ("the foundation") is responsible for all information and representations contained in the Annual Income Tax Return for the year ended **June 30, 2023**. Management is likewise responsible for all information and representations contained in the financial statements accompanying the Annual Income Tax Return covering the same reporting period. Furthermore, the Management is responsible for all information and representations contained in all the other tax returns filed for the reporting period, including, but not limited, to the value added tax and/or percentage tax returns, withholding tax returns, documentary stamp tax returns, and any and all other tax returns.


In this regard, the Management affirms that the attached audited financial statements for the year ended **June 30, 2023** and the accompanying Annual Income Tax Return are in accordance with the books and records of the Company, complete and correct in all material respects. Management likewise affirms that:


- (a) the Annual Income Tax Return has been prepared in accordance with the provisions of the National Internal Revenue Code, as amended, and pertinent tax regulations and other issuances of the Department of Finance and the Bureau of Internal Revenue;
- (b) any disparity of figures in the submitted reports arising from the preparation of financial statements pursuant to financial accounting standards and the preparation of the income tax return pursuant to tax accounting rules has been reported as reconciling items and maintained in the Company's books and records in accordance with the requirements of Revenue Regulations No. 8-2007 and other relevant issuances;
- (c) the Company has filed all applicable tax returns, reports and statements required to be filed under Philippine tax laws for the reporting period, and all taxes and other impositions shown thereon to be due and payable have been paid for the reporting period, except those contested in good faith.


ANDRES SORIANO III
Chairman/CEO


EDUARDO J. SORIANO
President




NARCISA M. VILLAFLORES
Treasurer/CFO


LEMIA L. SIMBULAN
Executive Director

Signed this 5th day of September, 2023.

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees
The Andres Soriano Foundation, Inc.
A. Soriano Hangar
Andrews Avenue, Pasay City

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The Andres Soriano Foundation, Inc. (the Foundation), a nonstock, not-for-profit organization, which comprise the statements of financial position as at June 30, 2023 and 2022, and the statements of revenue and expenses, statements of changes in general fund balance, and statements of cash flows for the years then-ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Foundation as at June 30, 2023 and 2022, and its financial performance and its cash flows for the years then ended in accordance with Philippine Financial Reporting Standard for Small Entities (the Framework).

Basis for Opinion

We conducted our audits in accordance with Philippine Standards on Auditing (PSAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Foundation in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Framework, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless management either intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Foundation's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Foundation to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

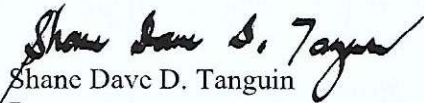
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Report on the Supplementary Information Required Under Revenue Regulations (RR) No. 34-2020 and RR No. 15-2010

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information required under Revenue Regulations (RR) No. 34-2020 and RR No. 15-2010 in Note 16 to the financial statements is presented for purposes of filing with the Bureau of Internal Revenue and is not a required part of the basic financial statements. Such information is the responsibility of the management of The Andres Soriano Foundation, Inc. The information has been subjected to the auditing procedures applied in our audit of the basic financial statements. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

SYCIP GORRES VELAYO & CO.


Shane Davc D. Tanguin

Partner

CPA Certificate No. 0115818

Tax Identification No. 242-153-393

BOA/PRC Reg. No. 0001, August 25, 2021, valid until April 15, 2024

SEC Partner Accreditation No. 115818-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

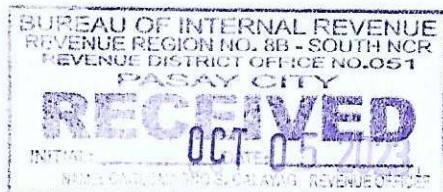
SEC Firm Accreditation No. 0001-SEC (Group A)

Valid to cover audit of 2021 to 2025 financial statements of SEC covered institutions

BIR Accreditation No. 08-001998-139-2021, November 10, 2021, valid until November 9, 2024

PTR No. 9566004, January 3, 2023, Makati City

September 5, 2023



THE ANDRES SORIANO FOUNDATION, INC.

(A Nonstock, Not-for-Profit Organization)

STATEMENTS OF FINANCIAL POSITION

	June 30	
	2023	2022
ASSETS		
Current Assets		
Cash and cash equivalents (Note 3)	₱24,830,254	₱21,861,677
Receivables (Note 4)	516,755	331,647
Prepaid insurance	257,433	258,717
Total Current Assets	25,604,442	22,452,041
Noncurrent Assets		
Property and equipment (Note 5)	1,610,144	1,514,118
Investment property (Note 6)	700,000	700,000
Refundable deposits	98,051	59,567
Total Noncurrent Assets	2,408,195	2,273,685
TOTAL ASSETS	₱28,012,637	₱24,725,726
LIABILITIES AND GENERAL FUND BALANCE		
Current Liability		
Accrued expenses and other payables (Note 7)	₱385,384	₱485,525
Funds held-in-trust (Notes 8, 11 and 12)	12,818,560	11,469,277
Total Current Liabilities	13,203,944	11,954,802
Noncurrent Liability		
Accrued retirement benefits (Note 13)	1,959,756	1,138,783
Total Liabilities	15,163,700	13,093,585
General Fund Balance		
Restricted (Note 9)	2,074,109	1,279,306
Unrestricted	10,774,828	10,352,835
Total General Fund Balance	12,848,937	11,632,141
TOTAL LIABILITIES AND GENERAL FUND BALANCE	₱28,012,637	₱24,725,726

See accompanying Notes to Financial Statements.

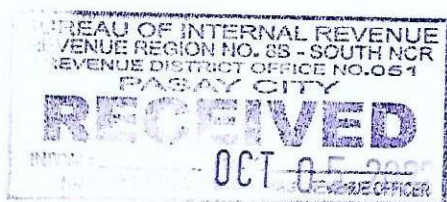


THE ANDRES SORIANO FOUNDATION, INC.
(A Nonstock, Not-for-Profit Organization)

STATEMENTS OF REVENUE AND EXPENSES

	Years Ended June 30	
	2023	2022
REVENUES		
Donations (Notes 8, 11 and 15)	₱20,419,406	₱15,776,344
Grants (Notes 8, 12 and 15)	1,281,192	5,315,484
	21,700,598	21,091,828
EXPENSES		
Projects:		
Small island sustainable development program	(11,527,775)	(7,352,631)
Cancer program	(4,224,638)	(3,573,083)
Program management	(2,382,004)	(2,052,481)
Corporate disaster and calamity assistance program	(72,420)	(4,243,861)
	(18,206,837)	(17,222,056)
General and administrative (Note 10)	(2,602,623)	(2,483,660)
	(20,809,460)	(19,705,716)
OTHER INCOME		
Interest income (Note 3)	213,033	35,444
Gain on Reversal of Bad Debt	112,625	—
EXCESS OF REVENUE OVER EXPENSES BEFORE INCOME TAX	1,216,796	1,421,556
PROVISION FOR INCOME TAX (Note 14)	—	—
EXCESS OF REVENUE OVER EXPENSES	₱1,216,796	₱1,421,556

See accompanying Notes to Financial Statements.



THE ANDRES SORIANO FOUNDATION, INC.

(A Nonstock, Not-for-Profit Organization)

**STATEMENTS OF CHANGES IN GENERAL FUND BALANCE
FOR THE YEARS ENDED JUNE 30, 2023 and 2022**

	Restricted (Note 9)	Unrestricted	Total
BALANCES AT JUNE 30, 2021	₱3,566,691	₱6,643,894	₱10,210,585
Excess (deficiency) of revenue over expenses	(2,287,385)	3,708,941	1,421,556
BALANCES AT JUNE 30, 2022	1,279,306	10,352,835	11,632,141
Excess of revenue over expenses	794,803	421,993	1,216,796
BALANCES AT JUNE 30, 2023	₱2,074,109	₱10,774,828	₱12,848,937

See accompanying Notes to Financial Statements.



THE ANDRES SORIANO FOUNDATION, INC.
(A Nonstock, Not-for-Profit Organization)

STATEMENTS OF CASH FLOWS

	Years Ended June 30	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Excess of revenue over expenses before income tax	₱1,216,796	₱1,421,556
Adjustments for:		
Depreciation (Note 5)	100,869	66,286
Interest income (Note 3)	(213,033)	(35,444)
Gain on reversal of bad debts	(112,625)	-
Retirement benefits cost (Note 13)	820,973	5,797
Operating income before working capital changes	1,812,980	1,458,195
Decrease (increase) in:		
Receivables	(72,483)	(48,855)
Prepayments	1,284	33,064
Increase (decrease) in:		
Accrued expenses and other payables	(100,141)	8,272
Funds held-in-trust	1,349,283	2,437,753
Net cash from operations	2,990,923	3,888,429
Payment for refundable deposit	(38,484)	-
Interest received	213,033	35,444
Net cash from operating activities	3,165,472	3,923,873
CASH FLOWS USED IN INVESTING ACTIVITY		
Acquisition of property and equipment	(196,895)	(1,455,943)
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,968,577	2,467,930
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	21,861,677	19,393,747
CASH AND CASH EQUIVALENTS AT END OF YEAR (Note 3)	₱24,830,254	₱21,861,677

See accompanying Notes to Financial Statements.



THE ANDRES SORIANO FOUNDATION, INC.

(A Nonstock, Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

1. Foundation's Information and Authorization for the Issuance of the Financial Statements

Foundation's Information

The Andres Soriano Foundation, Inc. (the Foundation) was incorporated on June 4, 1968 and registered with the Philippine Securities and Exchange Commission (SEC) on June 11, 1968 as a nonstock, not-for-profit organization.

The Foundation is the Corporate Social Responsibility arm of A. Soriano Corporation (Anscor). It was organized to serve the national welfare, that is, to contribute to sustainable development and social reform by developing and implementing programs aligned with its corporate objective through the facilitation and implementation of holistic and integrated area development programs and activities; the dissemination and implementation of high impact "best practice" technologies for the enhancement of socio-economic conditions of the assisted communities; and, the development and strengthening of partnership mechanism between the corporate sector and local government units, among others.

The registered business address of the Foundation is at A. Soriano Aviation Hangar, Andrews Avenue, Pasay City.

Under Section 30(e) of Republic Act No. 8424 entitled "An Act Amending the National Internal Revenue Code (NIRC), As Amended, and For Other Purposes", the excess of revenue over expenses of a non-stock corporation or association organized and operated exclusively for religious, charitable, scientific, athletic, or cultural purposes, or for the rehabilitation of veterans, wherein no part of its net income or asset shall belong to or inure to any member, organizer, officer, or any specific person, shall be exempted from income taxes. Notwithstanding such provision, any income earned by the Foundation from any activities conducted for profit regardless of the disposition made of such income, shall be subject to income taxes.

On January 25, 2023, the Foundation was re-certified by the Board of Trustees of Philippine Council for NGO (Non-Governmental Organization) Certification (PCNC) as a Donee institution for another five years. In December 2022, the Foundation was re-evaluated by PCNC for the renewal of its status. As a result of the evaluation, the Foundation was re-certified by PCNC for another five years. The Donee institution status is valid for five (5) years until January 24, 2028.

The Foundation is registered with the Bureau of Internal Revenue (BIR) as a Donee institution in accordance with the provisions of Revenue Regulation No. 13-98 with certificate No. 033 - 2023 valid for two (2) from March 13, 2023 until March 16, 2025. Accordingly, donations received by the Foundation shall entitle the donors to full or limited deduction pursuant to Section 34(H) (1) or (2), and exemption from donor's tax pursuant to Section 101(A) (2) of the NIRC of 1997.

Authorization for the Issuance of the Financial Statements

The financial statements of the Foundation as of June 30, 2023 and 2022, and for the years then ended, were authorized for issuance by the Board of Trustees (BOT) on September 5, 2023.



2. Summary of Significant Accounting Policies and Financial Reporting Practices

Basis of Preparation

The financial statements of the Foundation have been prepared using the historical cost basis of accounting. The financial statements are presented in Philippine peso, which is the Foundation's functional and presentation currency. All amounts are rounded to the nearest peso, except as otherwise indicated.

Statement of Compliance

The financial statements of the Foundation have been prepared in accordance with Philippine Financial Reporting Standard for Small Entities (the Framework), as approved by the Financial Reporting Standards Council, Board of Accountancy and the Philippine SEC.

Fund Accounting

To ensure the observance of limitations and restrictions placed on the use of resources available to the Foundation, the accounts of the Foundation are maintained in accordance with the principles of fund accounting in which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes. Accordingly, all financial transactions have been recorded and reported by fund group, as follows:

- "Unrestricted fund" represents the portion of expendable funds available for support of the Foundation's operations.
- "Restricted fund" represents the amount set aside by the Foundation's management for regular and special projects and other contingencies.
 - a. "Small Island Sustainable Development Program (SISDEP)" represents donations or grants that require the funds be used in environment conservation and management, livelihood assistance, community-based health program and education in the adopted communities in Palawan.
 - b. "Cancer Program" represents donations or grants that require the funds be used in research and training of Filipino doctors and nurses in the field of oncology, cancer lectures, chemotherapy medicines of indigent breast cancer patients and rehabilitation and maintenance of Cancer Institute at UP-Philippine General Hospital (UP-PGH).
 - c. "Project Management" represents donations or grants that require the funds be used for Project Conceptualization, Development, and Resource Management such as the construction of Multi-Purpose Centers use for conferences and trainings, school buildings, water systems, etc.
 - d. "Disaster Relief and Rehabilitation Assistance" represents donations or grants that require the funds be used in the provision of emergency relief food packs and other survival kits necessary at the onset of the disaster and to some extent, assists disaster-affected communities in their rehabilitation efforts.
 - e. "Others" represents the reserved funds for the retirement benefits of the core employees of the Foundation and other fund restrictions set aside by the management that is approved by the Board of trustees.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, cash in bank and other short-term liquid investments with original maturities of three months or less.

Financial Instruments

A financial instrument is any contract that gives rise to both a financial asset of one entity and a financial liability or equity instrument of another entity. A financial instrument is recognized when the entity becomes a party to its contractual provisions. The Foundation classifies its financial instruments into the following categories: (a) basic financial instruments; and (b) complex financial instruments.



The Foundation's basic financial instruments consist of cash and cash equivalents, receivables, security deposits and accrued expenses and other payables. The Foundation does not have complex financial instruments.

Basic Financial Instruments

Initial measurement

On initial recognition, a debt financial instrument is measured at transaction price (including transaction costs), unless the arrangement is in effect a financing transaction. In this case, it is measured at present value of the future payment discounted using a market rate of interest for a similar debt instrument.

Subsequent measurement

The Foundation's debt financial instruments are subsequently measured at amortized cost using the effective interest method.

Impairment

At each reporting date, the Foundation assesses whether there is objective evidence of impairment on any financial assets that are measured at amortized cost. Where there is any objective evidence of impairment, an impairment loss is recognized immediately in profit or loss.

The impairment loss is the difference between the asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate.

Derecognition

An entity only derecognizes a financial asset when the contractual rights to the cash flows from the assets have expired or are settled, or the entity has transferred to another party substantially all the risks and rewards of ownership relating to the financial asset.

Financial liabilities are derecognized only when these are extinguished i.e., when the obligation is discharged, cancelled, or has expired.

Prepaid Insurance

Prepaid insurance are expenses paid in advance and recorded as asset before they are utilized. These prepaid expenses are apportioned over the period covered by the payment and charged to insurance expense in profit or loss when incurred.

Property and Equipment

Property and equipment is stated at cost less accumulated depreciation, amortization and any impairment in value. Land is stated at cost less any impairment in value.

The initial cost of property and equipment consists of its purchase price and any directly attributable cost of bringing the asset to its working condition and location for its intended use. Expenditures incurred after the items of property and equipment have been put into operation, such as repairs and maintenance, are normally charged to expense in the period in which the costs are incurred. In situations where it can be clearly demonstrated that these expenditures have resulted in an increase in the future economic benefits expected to be obtained from the use of an item of property and equipment beyond its originally assessed standard of performance, the expenditures are capitalized as an additional cost of the property and equipment. When items of property and equipment are sold, retired or otherwise disposed of, their cost and accumulated depreciation, amortization and any impairment in value are eliminated from the accounts and any gain or loss resulting from their disposal is recognized in the statement of revenue and expense.



Depreciation commences when the assets are available for use and is computed using the straight-line method over the following estimated useful lives of the assets:

	Number of Years
Transportation equipment	5
Office equipment	3-5
Showroom	5
Office building and staff houses	10
Furniture and fixtures	5
Land improvements	10

The useful lives and depreciation method are reviewed periodically to ensure that the periods and method of depreciation are consistent with the expected pattern of economic benefits from the items of property and equipment.

Depreciation ceases at the earlier of the date that property and equipment is classified as noncurrent asset held-for-sale and the date the asset is derecognized.

Fully depreciated assets are retained in the accounts until they are no longer in use.

Investment Property

Investment property is measured initially at cost, including transaction costs. An investment property acquired through an exchange transaction is measured at fair value of the asset acquired, unless the fair value of such an asset cannot be measured, in which case, the investment properties acquired are measured at the carrying amount of the asset given up. Expenditures incurred after the investment properties have been put into operations, such as repairs and maintenance costs, are normally charged to the statement of income in the year in which the costs are incurred.

The Foundation classified the parcels of land it held currently with undetermined purpose as investment property.

Impairment of Assets

Assets such as property and equipment and investment property are assessed at each reporting date to determine whether there is any indication that the assets are impaired. When an impairment indicator is identified, the carrying value of the asset is tested for impairment. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less cost to sell and value-in-use. If the recoverable amount cannot be estimated for an individual asset, the Foundation estimates the recoverable amount of the cash-generating unit to which the asset belongs. A cash-generating unit is the smallest identifiable group of assets that generates cash inflows that are independent of the cash flows from other assets within the Foundation.

If an impairment indicator no longer exists or the recoverable amount has increased subsequently, the Foundation will determine the amount of impairment loss that can be reversed to the extent that the reversal should not result in a carrying amount of the asset that is higher had no impairment loss was recognized in the prior years.

Funds held-in-trust

This refers to funds held for the Foundations program and projects in which the Foundation is only the custodian of the funds and has no control over its use. Funds held-in-trust is recognized for received donations and grants with specific purpose but not yet spent and is presented as liability.



Revenue Recognition

Revenue is recognized when it is probable that the economic benefits associated with the transactions will flow to the Foundation and the amount of the revenue can be measured reliably.

The following specific recognition criteria must also be met before revenue is recognized:

Donations and grants

Donations and grants are recognized when it is probable that the economic benefit associated with the donation will flow to the Foundation, which in most cases, is upon receipt of the donation from the donors. Donations and grants received pertaining to the project commencing after the financial reporting date are recorded as funds held-in-trust. Donations in-kind are measured at fair value of the consideration received.

Interest income

Interest income is recognized as it accrues, taking into account the effective yield on the asset.

Costs and Expenses

Cost and expenses are recognized when a decrease in future economic benefits related to a decrease in an asset or an increase in a liability has arisen that can be measured reliably. Project expenses are recognized when the related services are rendered and upon conducting the activities related to the project. General and administrative expenses, which include costs of administering the Foundation, are expensed as incurred.

Leases

Leases are classified as operating leases when the lessor retains substantially all the risks and rewards of ownership of the asset. Operating lease receipts are recognized as income in profit or loss on a straight-line basis over the lease term.

Retirement Benefits Cost

The Foundation has established a formal retirement plan for its employees. The Foundation's retirement benefit obligation is measured using the accrual approach based on the approved retirement plan. Accrual approach is applied by calculating the expected liability as at reporting date using the current salary of the entitled employees and the employees' years of service, without consideration of future changes in salary rates and service periods.

The Foundation recognized liability for the retirement benefits at the net of the following amounts:

- The accrued amount of the retirement benefits at the reporting date; and,
- The fair value of plan assets at the reporting date out of which the obligations are to be settled directly.

Income Taxes

The Foundation uses taxes payable method to account for income taxes. Under this method, the Foundation recognizes income taxes and liability based on the taxable income for the year using tax rates that have been enacted or substantively enacted at the reporting date.

Events after the Financial Reporting Period

Post year-end events that provide additional information about the Foundation's financial position at the reporting date (adjusting events) are reflected in the financial statements. Post year-end events that are not adjusting events are disclosed in the notes to financial statements when material.



3. Cash and Cash Equivalents

	2023	2022
Cash on hand and in banks	₱15,481,577	₱12,722,810
Cash equivalents	9,348,677	9,138,868
	₱24,830,254	₱21,861,678

Cash in banks earn interest at their respective bank deposit rates. Cash equivalents are short-term investments with periods ranging up to three months depending on the immediate cash requirements of the Foundation and earn interest at their respective interest rates.

Interest earned from cash and cash equivalents amounted to ₱213,033 in 2023 and ₱35,444 in 2022. Interest rates range from 1.00% to 5.25% and 0.50% to 1.00% in 2023 and 2022, respectively.

4. Receivables

	2023	2022
Receivables from donors	₱119,000	₱214,000
Rent receivable, net of allowance	-	68,875
Advances to officers and employees	349,380	48,772
Other receivables	48,375	-
	₱516,755	₱331,647

Receivables from donors pertain to funds committed to be received from donors for cancer projects.

Advances to officers and employees primarily pertain to funds given by the Foundation to its officers and employees for various projects and administrative expenses which are subject to liquidation. Portion of these advances also relate to noninterest-bearing advances to officers and employees that are collectible within a year through payroll deductions.

The Foundations collected in 2023 the remaining rent receivable from CR Miller Flight Services amounting to ₱181,500 of which ₱112,625 was provided with allowance in previous years.

5. Property and Equipment

	2023							Total
	Transportation Equipment	Office Equipment	Showroom	Office Building and Staff Houses	Furniture and Fixtures	Land improvements	Land	
Cost								
Beginning balance	₱880,743	₱724,580	₱533,800	₱1,743,855	₱97,877	₱1,195,747	₱227,221	₱5,403,823
Additions	-	175,300	-	-	-	-	21,595	196,895
Ending balance	880,743	899,880	533,800	1,743,855	97,877	1,195,747	248,816	5,600,718
Accumulated								
Depreciation								
Beginning balance	839,638	689,617	533,800	1,733,644	90,622	-	2,384	3,889,705
Depreciation (Note 10)	21,517	44,914	-	7,702	2,896	-	23,840	100,869
Ending balance	861,155	734,531	533,800	1,741,346	93,518	-	26,224	3,990,574
Net Book Value	₱19,588	₱165,349	₱-	₱2,509	₱4,359	₱1,195,747	₱222,592	₱1,610,144



2022								
	Transportation Equipment	Office Equipment	Showroom	Office Building and Staff Houses	Furniture and Fixtures	Land	Land improvements	Total
Cost								
Beginning balance	₱880,743	₱694,780	₱533,800	₱1,743,855	₱94,702	₱-	₱-	₱3,947,880
Additions	-	29,800	-	-	3,175	1,195,747	227,221	1,455,943
Ending balance	880,743	724,580	533,800	1,743,855	97,877	1,195,747	227,221	5,403,823
Accumulated								
Depreciation								
Beginning balance	807,638	667,089	533,800	1,725,942	88,950	-	-	3,823,419
Depreciation (Note 10)	32,000	22,528	-	7,702	1,672	-	2,384	66,286
Ending balance	839,638	689,617	533,800	1,733,644	90,622	-	2,384	3,889,705
Net Book Value	₱41,105	₱34,963	₱-	₱10,211	₱7,255	₱1,195,747	₱224,837	₱1,514,118

In 2022, the Foundation acquired the lot amounting to ₱1,195,747. The Foundation also spent ₱227,221 for the related land improvements.

In 2023, the Foundation purchased four (4) units of desk computers, Windows 11 Pro (Software License) for head office and two (2) external hard drives. In addition, the foundation also made land improvements amounting to ₱21,595.

6. Investment Property

The Foundation has parcels of land located in Barangay Berong, Quezon, Palawan amounting to ₱700,000 which has currently undetermined future use.

7. Accrued Expenses and Other Payables

	2023	2022
Accrued expenses	₱269,406	₱343,537
Payables to government agencies	114,343	140,353
Others	1,635	1,635
	₱385,384	₱485,525

Accrued expenses pertain to accrual for project reimbursements, unpaid utilities, professional fees and other third-party services.

8. Funds held-in-trust

2023				
	SISDEP Program	Corporate Disaster Assistance	Cancer Program	Total
Beginning balances	₱8,797,334	₱1,751,843	₱920,100	₱11,469,277
Additional funds received (Notes 11 and 12)	3,071,214	-	4,204,000	7,275,214
Funds spent during the year	(2,103,937)	(768,008)	(3,053,986)	(5,925,931)
Ending balances	₱9,764,611	₱983,835	₱2,070,114	₱12,818,560



	2022			Total
	SISDEP Program	Corporate Disaster Assistance	Cancer Program	
Beginning balances	₱8,040,610	₱605,839	₱385,075	₱9,031,524
Additional funds received (Notes 11 and 12)	2,954,265	2,558,665	3,039,000	8,551,930
Funds spent during the year	(2,197,541)	(1,412,661)	(2,503,975)	(6,114,177)
Ending balances	₱8,797,334	₱1,751,843	₱920,100	₱11,469,277

9. Restricted General Fund Balance

Restricted general fund balance, which represents amount for the use of the projects, identified by management, approved by the BOT and funded by the donors/grantors are as follows:

	2023	2022
SISDEP and other programs	₱114,353	₱140,523
Others	1,959,756	1,138,783
	₱2,074,109	₱1,279,306

Others represents the funds set aside for retirement benefits and capital expenditures for the furtherance of their projects and programs.

10. General and Administrative Expenses

	2023	2022
Salaries and other benefits	₱1,484,020	₱1,451,924
Taxes and licenses	363,866	365,416
Professional fees	179,512	158,980
Rent	124,630	70,645
Depreciation (Note 5)	100,869	66,286
Representation expense	87,218	—
Entertainment, amusement, and recreation	71,930	67,000
Transportation and travel	70,539	53,893
Communication, light and water	47,803	54,862
Insurance	32,426	109,835
Repairs and maintenance	15,920	49,901
Supplies	12,547	17,215
Others	11,343	17,700
	₱2,602,623	₱2,483,657

Employees' salaries are rationally distributed to various project expenses depending on the type and magnitude and time spent on workload performed.



11. Donations

The Foundation, as a Corporate Social Responsibility arm of Anscor, received from the latter cash donation amounting to ₱10,000,000 in 2023 and ₱9,500,000 in 2022. This is to support primarily the Foundation's overhead and administrative expenses and some projects and activities.

In January 2022, the Foundation received a donation from Anscor amounting to ₱1,000,000 to support the relief efforts for the Typhoon Odette victims in Guimaras and Palawan and an additional ₱500,000 from Mr. Andres Soriano III for the Anscor Group employees affected by Typhoon Odette. Furthermore, the Foundation received additional donations for Typhoon Odette amounting to ₱250,000 from A-Z Asia Ltd. Phils., Inc. As of June 2023, the unspent portion of the donation amounting to ₱403,081 included as part of Funds-held-in-trust account (see Note 8).

Phelps Dodge Philippines Energy Products Corporation (PDP) donated cash amounting to ₱1,500,000 in 2023 and ₱1,000,000 in 2022 to support the Foundation's overhead expenses and various programs.

In 2023, the Foundation received a cash donation from Mr. Damian Chunilal amounting to ₱327,897.90, intended for the installation of four (4) reading nooks with bookshelves and various reading books, in Manamoc Elementary School.

Various Amanpulo guests donated cash amounting to ₱104,136 and ₱332,710 in 2023 and 2022, respectively.

In October 2022, the Foundation received cash donations from Pamalican Resort, Inc. and Seven Seas Resorts & Leisure, Inc. amounting to ₱180,000 each for the purchase of Densifier machine donated to LGU of Cuyo.

In 2023, the Foundation received in-kind donations from Pamalican Resort, Inc. (PRI) amounting to ₱2,025,250 representing round-trip airfares of Foundation's staffs; resource experts invited to conduct technical trainings and; several partners and donors who were invited to see the projects they have funded. In addition, subject donation also included the plane fares and meals of 25 doctors and volunteers who joined the annual medical mission last May 31 to June 2, 2023. Moreover, the Island Aviation, Inc. (IAI) donated the cost one of one-round trip-chartered flight during the medical mission as well amounting to ₱195,000.

The Foundation also received various medicines, medical and dental supplies from the Department of Health (DOH) - Region MIMAROPA valued at ₱1,379,097 for the 2023 annual medical mission and ₱560,874 worth of medicines, PPEs for oil spill and Family Planning supplies for Quiniluban Health Centers.

Further, the Foundation received in-kind donation from Ronald McDonald House Charities of the Phils., Inc. for 4,500 pcs of Happy Meal toys/books; 515 pcs finisher shirts from Philippine Seven Corp. and 50 pcs of bags from Mr. AJ Dela Fuente amounting to ₱126,151, ₱51,500 and ₱50,000, respectively. In-kind donation of solar panel set valued at ₱29,400 was also received from Asia Pro through Pass-It-Forward Foundation for Algeciras Elementary School in Quiniluban Island.



The Foundation's COVID 19 Pandemic Response

In 2022, the Foundation received in-kind donations from the following companies in the form of COVID-19 vaccines supporting the Foundation's initiative to complement the vaccination efforts of the government in Manamoc and Quiniluban Group of Islands:

- Phelps Dodge Phils amounting to ₱520,504 (400 doses);
- Studio West Philippines, Inc amounting to ₱520,504 (400 doses);
- Context Global Solutions, Inc. amounting to ₱390,378 (300 doses);
- Anscor amounting to ₱260,252 (200 doses);
- AWC Phils, Inc. amounting to ₱206,831 (150 doses);
- Txanton Torre Wine & Olive Oil Co., Inc. amounting to ₱206,831 (150 doses).

In 2022, Philam Foundation, Inc. donated 305 pieces of metal trash bin to the Foundation valued at ₱29,890 for use by the Cancer Institute and various medical departments of PGH.

The Foundation also received various donations, which are restricted for use in the conduct of its specific projects:

SISDEP and Other Projects

The Foundation received additional donation for Academic Scholarship from St. Joseph Foundation, Inc. amounting to ₱300,000 in 2023 and from Les Folatieres Holdings, Inc. amounting to ₱300,000 in 2022.

The Foundation also received ₱44,875 and ₱10,000 donations in 2023 and 2022 respectively from an anonymous individual as donation for the Foundation's Education Program.

In 2022, the Foundation entered an agreement with the Department of Trade and Industry (DTI) - MIMAROPA for the custody of a custom-made hat-pressed machine to be used by the community of hat weavers from various assisted project sites. This is DTI's Shared Service Facilities (SSF) Project on Handicraft Production. The purpose of the agreement is to pave the way to a more efficient production of 'buri' hats and consistently produce high quality products. The agreement is hinged on the goal of DTI-MIMAROPA to help the beach hat weavers wherein the revenue from the sale of hats will all go to the weavers themselves from various communities creating a stable source of income. As a custodian and as Foundation's contribution on the project, all repairs and related expenses for the maintenance of the machine will be shouldered by the Foundation. Upon termination of the agreement, the Foundation shall return the machinery in good working condition with the caveat however, that if DTI finds ASF worthy and has performed well in the management of this project, DTI may at its own discretion, turn-over fully the ownership of the machine to ASF.

As of June 30, 2023, the unspent portion of the donation amounting to ₱9,764,635 is included as part of Funds-held-in-trust account (see Note 8).

Cancer Program

In 2023, the Foundation is a recipient of Philam's donation in the amount of ₱1,000,000 supporting special health projects such as tele-medicine in partnership with health institutions and NGOs. This is in addition to the 2022 donation amounting to ₱500,000 supporting the Foundation's developmental efforts in cancer treatment and management and infrastructure improvement in partnership with the Cancer Institute.



Further in 2023, the Foundation likewise received the following donations for the Foundation's cancer program:

- a. Philippine Cancer Society, Inc. amounting to ₱1,000,000;
- b. Culinary Legacy Food Concept Inc. amounting to ₱200,000;
- c. Christie G. Llamas amounting to ₱10,000

The Foundation also received cash donations from Rufo Colayco amounting to ₱950,000 in 2023 and ₱650,000 in 2022. These are specifically designated for the Foundation's Chemotherapy Fund in partnership with Cancer Institute, UP-PGH.

As of June 30, 2023, unspent fund amounting to ₱2,070,114 is included as part of Funds-held-in-trust account (see Note 8).

12. Grants

SISDEP and Other Projects

The Foundation embarked on a full-scale construction project of Manamoc National High School-Senior High School Technical-Vocational Laboratories in partnership with various donors and partners. For the maintenance of laboratory buildings after the construction, the Foundation received donations from various donors in 2018. The unspent portion of these donations amounting to ₱927,310 and ₱1,040,166 as of June 30, 2023 and 2022, respectively, is recorded as part of the Foundation's "Funds held-in-trust" (see Note 8). This will be used for the continuing overhead and maintenance requirement of the laboratory buildings and landscaping, continuing education of Technical-Vocational teachers.

The Foundation received a grant from Share Foundation amounting to ₱1,753,131 and ₱1,694,696 in 2023 and 2022, respectively. These grants were used and will be used to fund various healthcare initiatives, education and environment-related projects in Manamoc and Agutaya islands in Palawan.

Cancer Program

In 2023 and 2022, the Foundation received grants from different pharmaceutical companies for Medical Oncology Fellowship Program and continuing medical updates in partnership with Cancer Institute and Section of Medical Oncology at UP-PGH:

- a. Good Fellow Pharma amounting to ₱545,000 in 2023 and ₱525,000 in 2022;
- b. Sun Pharma Phils. amounting to ₱217,000 in 2023 and ₱135,000 in 2022.
- f. AstraZeneca Pharmaceuticals amounting to ₱180,000 in 2023 and nil in 2022; and
- d. Unilab amounting to ₱102,000 in 2023 and ₱105,000 in 2022.

In 2023, Foundation received a grant from the Philippine Cancer Society amounting to ₱1,000,000 in support of the Foundation's cancer care initiatives such as "Alay sa Chemo" project covering the period from 2020 to 2023 and Cancer Lecture. Of this, ₱400,000 was released to Cancer Institute representing chemo fund for two (2) years and as of June 30, 2023 and 2022, the remaining unspent fund amounting to ₱655,185 and ₱55,185, respectively, is recorded as part of the "Funds held-in-trust" account (see Note 8).

In 2019, the Foundation signed an Educational Grant Agreement with Johnson and Johnson (Philippines), Inc. amounting to ₱300,000 representing the latter's support to the Foundation's campaign and advocacy on cancer prevention through scientific cancer lectures. As of June 30, 2023 and 2022, the unspent portion pertaining to such grant amounting to ₱11,167 is recorded as part of the Foundation's "Funds held-in-trust" account (see Note 8).



13. Retirement Benefits Cost

The Foundation recognized the amount of retirement benefits for its qualified employees following the requirements of the benefit Retirement Plan, using accrual approach.

The Foundation's retirement plan is funded and non-contributory defined benefit type. The retirement plan provides a retirement benefit equal to one-month salary for every year of service multiplied by retirement rate plus conversion into cash of allowable accumulated vacation and sick leave credits.

Net retirement liability as of June 30, 2023 and 2022, respectively, is as follows:

	2023	2022
Retirement liability	₱5,104,367	₱4,607,967
Retirement plan assets	3,144,611	3,469,184
Net retirement benefits liability	₱1,959,756	₱1,138,783

Changes in the accrued retirement liabilities are as follows:

	2023	2022
Balance at the beginning of the year	₱4,607,967	₱4,169,641
Benefits paid from plan assets	(395,674)	-
Current service cost	892,074	438,326
Balance at the end of the year	₱5,104,367	₱4,607,967

Changes in retirement plan assets are as follows:

	2023	2022
Balance at the beginning of the year	₱3,469,184	₱3,036,655
Return (loss) on plan assets	71,101	(133,964)
Benefits paid from plan assets	(395,674)	-
Contribution to the fund	-	566,493
Balance at the end of the year	₱3,144,611	₱3,469,184

14. Income Tax

- a. The reconciliation of the provision for income tax computed at statutory tax rate of 20% for both in 2022 and 2021 to the provision for income tax presented in the revenue and expense for the years ended June 30 is shown as follows:

	2023	2022
Provision for income tax at 20%	₱235,055	₱284,312
Adjustments to income tax resulting from:		
Deficiency of revenue over expenses not subject to income tax	(192,448)	(277,223)
Interest income subjected to final income tax	(42,607)	(7,089)
Provision for income tax	₱-	₱-



- b. Details of excess of minimum corporate income tax (MCIT) over regular corporate income tax (RCIT) are as follows:

Year Incurred	Beginning Balance	Incurred	Expired	Ending Balance	Available Until
2020	54,463	–	54,463	–	2023

15. Related Party Transactions

A related party is a person or entity that is related to the Foundation. A person or a close member of that person's family is related to the Foundation if that person is a member of the key management personnel of Foundation or of the parent, has control or joint control or significant influence or voting power over the Foundation.

Parties are considered to be related if one party has the ability to control, directly or indirectly, the other party or exercise significant influence over the other party in making financial and operating decisions.

The Foundation's transactions and account balances with Anscor, PRI, PDP and IAI, entities under the common control of some BOT members, are as follows:

Nature of transaction	Amount of transaction	
	2023	2022
Donations (Note 11)		
Anscor	₱10,000,000	₱11,560,252
PDP	1,500,000	1,520,504
PRI	2,025,250	684,067
IAI	195,000	–
Andres Soriano III	102,760	545,180
	₱13,823,010	₱14,310,003

The Foundation received donations in cash from Anscor, PDP and, in-kind from PRI and IAI to support the former's various programs. In 2021, out of ₱9,500,000 donation from Anscor, ₱1,500,000 was earmarked for the purchase of land of which was fully spent as of June 30, 2022 (see Notes 5 and 11).

16. Supplementary Information Required Under Revenue Regulations (RR) No. 34-2020 and RR No. 15-2010

Revenue Regulations (RR) No. 34-2020

The Foundation is not covered by the requirements and procedures for the related party transactions under Section 2 of RR No. 34-2020.

RR No. 15-2010

In compliance with RR No. 15-2010 issued by the BIR on November 25, 2010 mandating all taxpayers to include information on taxes, duties and license fees paid or accrued during the taxable year, presented in the next page are the taxes paid and accrued by the Foundation.

a. Value-added Tax

The Foundation, as a not-for-profit institution, is exempt from value-added tax.



b. Details of taxes and licenses in 2023 are as follows:

Real property taxes	₱350,940
Business permit	10,226
Others	2,700
	<hr/>
	₱363,866

c. Details of withholding taxes in 2023 are as follows:

Withholding taxes on compensation and benefits	₱620,342
Expanded withholding taxes	40,361

The Foundation has outstanding withholding taxes payable on compensation and benefits and expanded withholding taxes amounting to ₱16,845 and ₱5,572, respectively, as of June 30, 2023.

d. As of June 30, 2023, the Foundation has no tax deficiency assessment or tax case under preliminary investigation, litigation and/or prosecution in courts or bodies outside the BIR.

